Primary (Urban) Co-operative Banks, State Co-operative Banks (SCBs) and District Central Co-operative Banks (DCCBs) are not permitted to extend any loans and advances to stock brokers against shares, debentures and bonds. However, Urban Co-operative Banks can lend to individuals against the primary/collateral security of shares/debenture, limited to Rs. 5 lakh if the security is in physical form and up to Rs. 10 lakh if the security is in demat form. Reserve Bank of India/National Bank for Agriculture and Rural Development have not come across such instances of irregular loans and advances to stockbrokers against the security of shares/debentures/bonds during the current financial year.

NPAs of IDBI

1472. SHRI V. HANUMANTHA RAO: Will the Ministry of FINANCE be pleased to state:

(a) the number of NPAs with IDBI exceeding Rupees five crores;

(b) the names of such NPAs which exceed Rs. five crores;

(c) whether it is a fact that IDBI has shown great understanding and leniency to such big defaulters;

(d) whether it is also a fact that IDBI has re-scheduled the NPAs for such large defaulting units; and

(e) if so, the reasons, therefor?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM): (a) and (b) IDBI has reported 28 net NPAs exceeding Rs. 5 crore amounting to Rs. 535.18 crore in its portfolio as on September 30, 2004. Company-wise details cannot be divulged under the provisions of Public Financial Institutions (Obligations as to Fidelity and Secrecy) Act, 1983.

(c) to (e) IDBI has reported making recovery efforts in respect of the above NPAs rigorously. 15 cases out of the 28 NPAs mentioned above have been restructured, re-scheduled and settled through negotiations by IDBI during the 18 months period ended 30th September, 2004 (April, 2003 to September 30, 2004) in compliance with the Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 and RBI guidelines.